

PERMANENT UNIVERSITY FUND

**Report on Certain Specified Data
as Required by Texas Government Code Ch. 2101 Subchapter D**

June 30, 2021

This report is available on the UTIMCO website at www.utimco.org

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Beneficiaries of the Fund

The Permanent University Fund (PUF) is a public endowment contributing to the support of institutions of The University of Texas System (UT System) and the Texas A&M University System (A&M System). The Constitution of 1876 established the PUF through the appropriation of land grants previously given to The University of Texas plus one million acres. Additional land grants to the PUF were completed in 1883 with the contribution of another one million acres. Today the PUF contains 2.1 million acres located in 24 counties primarily in West Texas.

Responsibility and Management of the Fund

The State Constitution vests fiduciary responsibility for the PUF with the Board of Regents of The University of Texas System. The Board has entered into a contract with a nonprofit corporation, The University of Texas/Texas A&M Investment Management Company (UTIMCO), for UTIMCO to invest funds under the control and management of the Board. UTIMCO may not engage in any business other than investing funds designated by the Board under the contract. Specific investment decisions are handled by the investment staff as well as unaffiliated investment managers who are employed from time to time.

Investment Objectives

The primary investment objective of the PUF shall be to maximize investment returns within the risk parameters specified in its investment policy statement without regard to the distribution rate. Investment returns are expressed net of all investment-related expenses.

Market Value and Book Value of the PUF

On June 30, 2021 the market value and book value of the PUF was \$30.6 billion and \$24.0 billion, respectively, exclusive of land acreage.

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Investment Performance of the Ten Largest Stock Holdings – July 1, 2020 through June 30, 2021.

<u>Name</u>	<u>Market Value</u>	<u>Total Return</u>	<u>Percentage of Fund June 30, 2021</u>
MIDEA GROUP CO LTD	74,704,770.08	33.24%	0.24%
JIANGSU HENGRUI MEDICINE CO LT	66,160,412.99	-3.09%	0.22%
AMAZON.COM INC	42,892,051.25	24.70%	0.14%
ALPHABET INC-CL C	39,475,196.16	77.30%	0.13%
BERRY GLOBAL GROUP INC	30,619,065.53	47.16%	0.10%
KWEICHOW MOUNTAI CO LTD	30,383,061.49	55.25%	0.10%
NEW RELIC INC	29,816,455.11	-2.80%	0.10%
LIBERTY MEDIA CORP-LIBERTY FOR	29,473,655.40	52.03%	0.10%
UBER TECHNOLOGIES INC	28,878,052.67	61.26%	0.09%
SAMSUNG ELECTRONICS CO LTD	28,043,718.37	68.05%	0.09%

Asset Allocation

Asset allocation is the primary determinant in the volatility of the PUF's performance, subject to the asset allocation range as specified by its investment policy statement, and is the responsibility of UTIMCO. The following represents asset allocation at June 30, 2021.

Asset Class	6/30/2021
<u>Global Equity:</u>	
U.S. Public Equity	9.5%
Non-U.S. Developed Public Equity	4.6%
Global Developed Public Equity	10.5%
<i>Total Developed Public Equity</i>	24.6%
Emerging Markets Public Equity	7.6%
<i>Total Public Equity</i>	32.2%
Directional Hedge Funds	7.8%
Private Equity	24.2%
Total Global Equity	64.2%
<u>Stable Value:</u>	
Investment Grade Fixed Income	8.0%
Credit-Related Fixed Income	0.1%
<i>Total Fixed Income</i>	8.1%
Cash	1.1%
Stable Value Hedge Funds	8.1%
Total Stable Value	17.3%
<u>Real Return:</u>	
Inflation Linked Bonds	1.6%
Commodities	0.1%
Natural Resources	5.1%
Infrastructure	2.2%
Public Real Estate	0.1%
Private Real Estate	5.9%
Total Real Return	15.0%
Strategic Partnerships	3.5%
Total All Asset Classes	100.0%

Economically Targeted Investments

The PUF invests in various private equity funds which are considered economically targeted investments. Economically targeted investments means an investment in which at least 50% of the total investment is allocated to economic development within the state of Texas or investment in businesses or entities located within the state of Texas. These private equity investments are made through internally created investment pools.

The following is the market value of PUF's proportionate share of these investments:

Investment Name	Market Value
AUSTIN VENTURES IX LP	\$ 1,548,912
AUSTIN VENTURES VIII LP	85,311
AUSTIN VENTURES X LP	3,836,813
DIRECT INVESTMENT #1	6,185,520
DIRECT INVESTMENT #2	6,669,403
DIRECT INVESTMENT #3	108,754
DIRECT INVESTMENT #4	7,261,693
ENCAP ENERGY CAPITAL FUND VII LP	1,990,599
EQT INFRASTRUCTURE IV CO-INVESTMENT A SCSP	48,501,353
ESCALATE CAPITAL I LP	215,241
PENNYBACKER III LP	8,669,733
PENNYBACKER IV LP	47,686,589
PTV SCIENCES II LP	1,302,715
PTV SPECIAL OPPORTUNITIES I LP	19,067
ROX II MED CENTER LP	4,471,224
SANTÉ HEALTH VENTURES II LP	27,305,310
SCF-IX LP	21,045,955
SCF-V LP	394,951
SCF-VI LP	2,143,874
SCF-VII (A) LP	615,258
SCF-VII LP	5,614,576
SCF-VIII LP	15,537,204
SERVE OPPORTUNITIES FUND I LP	50,453,945
SOUTHWEST OPPORTUNITY PARTNERS LP	58,570
TEAKWOOD CAPITAL III (CO-INVESTMENT) LP	9,247,672
TEAKWOOD CAPITAL III LP	28,229,607
VISTA EQUITY ENDEAVOR FUND II LP	8,125,252
VISTA EQUITY PARTNERS FUND VII LP	80,757,669
	<u>\$ 388,082,770</u>